

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 9323
Order No. R-8619

APPLICATION OF RALPH E. WILLIAMSON
FOR A NON-STANDARD OIL PRORATION UNIT
AND SIMULTANEOUS DEDICATION, EDDY COUNTY,
NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on March 2, 1988, and on March 16, 1988 at Santa Fe, New Mexico, before Examiners Michael E. Stogner and David R. Catanach, respectively.

NOW, on this 23rd day of March, 1988, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) The applicant, Ralph E. Williamson, seeks approval to combine two fractional lots in Irregular Section 35, Township 26 South, Range 29 East, NMPM, Eddy County, New Mexico, Lot 8 comprising 35.61 acres and Lot 9 comprising 20.58 acres, thereby forming a single 56.19-acre, more or less, non-standard oil spacing and proration unit in the Brushy Draw-Delaware Pool to be simultaneously dedicated to the Stateline Federal Well No. 1 located at a standard oil well location 740 feet from the North line and 330 feet from the West line (Lot 8) of said Section 35, and to the Stateline Federal Well No. 2 located at a previously approved unorthodox oil well location (NSL-2450) 610 feet from the South line and 990 feet from the West line (Lot 9) of said Section 35.

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(3) The entire non-standard proration unit may reasonably be presumed productive of oil from the Brushy Draw-Delaware Pool and the entire non-standard oil proration unit can be efficiently and economically drained and developed by the aforesaid wells.

(4) Approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the oil in the Brushy Draw-Delaware Pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

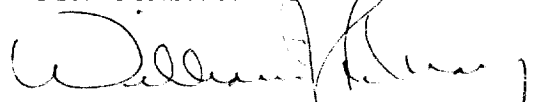
IT IS THEREFORE ORDERED THAT:

(1) A 56.19-acre, more or less, non-standard oil proration unit in the Brushy Draw-Delaware Pool comprising Lots 8 and 9 of Section 35, Township 26 South, Range 29 East, NMPM, Eddy County, New Mexico, is hereby established and simultaneously dedicated to its Stateline Federal Well No. 1, located at a standard oil well location 740 feet from the North line and 330 feet from the West line (Lot 8) of said Section 35 and to its Stateline Federal Well No. 2 to be located at a previously approved unorthodox oil well location (NSL-2450) 610 feet from the South line and 990 feet from the West line (Lot 9) of said Section 35.

(2) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


WILLIAM J. LEMAY
Director

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